



JOHN MORRELL & CO

WINDOW PRICING AGREEMENT

This window pricing agreement is made in two copies between

- (1) John Morrell & Co.
and
(2)

Whereas John Morrell & Co. wishes to take delivery of hogs from _____ and
whereas _____ is prepared to deliver hogs described in this agreement to
John Morrell & Co.

It is agreed as follows:

AGREEMENT PERIOD

1.01 This agreement will start on _____ and end on _____

WINDOW PRICE RANGE

2.01 The window price range is described as the range from forty dollars per hundred weight to fifty dollars per hundred weight based upon the practical top of the Iowa/Southern Minnesota plant bid at ten thirty a.m.

NUMBER OF HOGS TO BE DELIVERED

3.01 _____ agrees to deliver to John Morrell & Co. approximately _____ hogs per year under the specifications listed in this agreement. _____ may increase, at its desire, the number of hogs delivered under this agreement by thirty thousand head per year over a three year period for a total of an additional ninety thousand hogs.

PRICE QUOTE

4.01 The price quote is defined as a weight and grade base equal to the average of the previous week's Iowa/Southern Minnesota plant practical top, at ten thirty a.m., after the highest and lowest values have been removed, plus one dollar and twenty five cents per hundred weight rounded up to the nearest twenty five cents; F.O.B. John Morrell & Co., Sioux Falls, South Dakota.

ALTERATIONS

5.01 When the previous week's average of the Iowa/Southern Minnesota plant practical top, as determined under Section 4.01, is below the window range, the price quote will be adjusted by adding one half of the value obtained from subtracting the previous week's average from the bottom of the window price range. Round up to the nearest twenty five cents plus one dollar and twenty five cents.

5.02 When the previous week's average of the Iowa/Southern Minnesota plant practical top, as determined under Section 4.01, is above the window price range, the price quote will